

**BLICK ROTHENBERG AUDIT LLP
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**



BLICK ROTHENBERG AUDIT LLP

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BLICK ROTHENBERG AUDIT LLP

INFORMATION

Members

Blick Rothenberg Holdco Limited *
Simon Mayston *
Richard Churchill
Mark Hart
Milan Pandya *
James Rimell
Andrew Sanford
Nils Schmidt-Soltau
Chris Shepherd
Russell Tenzer
David Hough
Daniel Burke
Neal Desai
Alexander MacPherson
Heather Powell
Peter Scott
Darsh Shah
Andrew Snook
Philip Vipond
Marc Levy (appointed 1 May 2021)
Shaun Melvin (appointed 5 February 2021)
Mahmood Ramji (appointed 20 October 2021)

* Designated member

LLP registered number OC377158

Registered office 16 Great Queen Street
Covent Garden
London
WC2B 5AH

Independent auditor Langard Lifford Hall Limited
Lifford Lane
Kings Norton
Birmingham
B30 3JN

BLICK ROTHENBERG AUDIT LLP

MEMBERS' REPORT

FOR THE YEAR ENDED 30 JUNE 2021

The members present their annual report together with the audited financial statements of Blick Rothenberg Audit LLP (the "LLP") for the year ended 30 June 2021.

Principal activity

The principal activity of the LLP is the provision of statutory audit and other regulated activities.

Designated Members

The current designated members are shown in the Information page.

Members' capital and interests

Each member's subscription to the capital of the LLP is as specified in the appropriate Members' Agreement.

Details of changes in members' capital in the year ended 30 June 2021 are set out in the financial statements.

The members, other than Blick Rothenberg Holdco Limited, are remunerated as employees of Blick Rothenberg Limited. From time to time, the committee of members will determine whether a member may make a drawing upon assessing the competing cash requirements of the business.

Going Concern

The financial statements have been prepared on a going concern basis which the Members consider to be appropriate.

In assessing the going concern position of the LLP for the year ended 30 June 2021, the Members have considered the LLP's cash flows, liquidity and business activities over the period to 30 June 2023.

In making their assessment, the Members have considered the potential impact of Covid-19 on the cash flows and liquidity of the LLP, as well as the steps taken to preserve cash within the business.

The LLP has a broad and diversified client base including corporate and individual clients, with no concentration of risk in any one particular sector and historically low client churn. The Members consider that the LLP is well positioned for growth despite the challenging current economic environment. As a result of this, and measures taken to preserve cash, the base case scenario applied by the Members in their assessment of going concern shows that the LLP will have adequate resources to continue in operational existence for the next 12 months.

For these reasons, the Members continue to believe that it is appropriate to continue to adopt a going concern basis for the preparation of the financial statements.

Disclosure of information to auditor

Each of the persons who are members at the time when this members' report is approved has confirmed that:

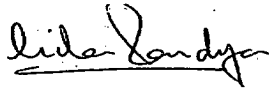
- so far as that member is aware, there is no relevant audit information of which the LLP's auditor is unaware, and
- that member has taken all the steps that ought to have been taken as a member in order to be aware of any relevant audit information and to establish that the LLP's auditor is aware of that information.

BLICK ROTHENBERG AUDIT LLP

MEMBERS' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

This report was approved by the members and signed on their behalf by:



Milan Pandya

Director of Blick Rothenberg Holdco Limited

Designated Member

Date: 31 March 2022

BLICK ROTHENBERG AUDIT LLP

MEMBERS' RESPONSIBILITIES STATEMENT FOR THE YEAR ENDED 30 JUNE 2021

The members are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

Company law, (as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008), requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law, as applied to LLPs, the members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that period.

In preparing these financial statements, the members are required to:

- select suitable accounting policies for the LLP's financial statements and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the entity will continue in business.

The members are responsible for keeping adequate accounting records that are sufficient to show and explain the LLP's transactions and disclose with reasonable accuracy at any time the financial position of the LLP and to enable them to ensure that the financial statements comply with the Limited Liability Partnerships (Accounts and Audit) (Application of the Companies Act 2006) Regulations 2008. They are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditor

Each of the persons who are members at the time when this members' report is approved has confirmed that:

- so far as the member is aware, there is no relevant audit information of which the LLP's auditor is unaware, and
- the member has taken all the steps that ought to have been taken as a member in order to be aware of any relevant audit information and to establish that the LLP's auditor is aware of that information.

BLICK ROTHENBERG AUDIT LLP

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BLICK ROTHENBERG AUDIT LLP FOR THE YEAR ENDED 30 JUNE 2021

Opinion

We have audited the financial statements of Blick Rothenberg Audit LLP for the year ended 30 June 2021, which comprise the profit and loss account, the balance sheet, the reconciliation of members' interests and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the state of the LLP's affairs as at 30 June 2021 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, as applied to limited liability partnerships by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the limited liability partnership in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the LLP in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the members' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the LLP's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the members with respect to going concern are described in the relevant sections of this report.

BLICK ROTHENBERG AUDIT LLP

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BLICK ROTHENBERG AUDIT LLP (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2021

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. The members are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on Other Matters Prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the members' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the members' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006, as applied to limited liability partnerships requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Other matters

In the previous accounting period, the members of the LLP took advantage of the audit exemption under S477 of the Companies Act. Therefore, the comparative financial information is unaudited.

Responsibilities of members

As explained more fully in the members' responsibilities statement on page 4, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the members are responsible for assessing the LLP's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members either intend to liquidate the LLP or to cease operations, or have no realistic alternative but to do so.

BLICK ROTHENBERG AUDIT LLP

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BLICK ROTHENBERG AUDIT LLP (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2021

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the LLP and industry, we identified that the principal risks of non-compliance with laws and regulations related to those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006 and ICAEW regulations, and we considered the extent to which non-compliance might have a material effect on the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to management bias through judgements and assumptions in significant accounting estimates. Audit procedures performed included:

- Discussions with management and those charged with governance in relation to known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluation and where relevant testing of the operating effectiveness of management's controls designed to prevent and detect fraud in financial reporting;
- Review of minutes from board meetings; and
- Challenging assumptions and judgements made by management in their significant accounting estimates, in particular in relation to amounts recoverable on long term contracts.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

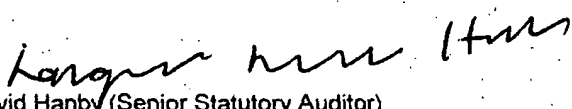
A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of our report

This report is made solely to the LLP's members in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as applied by Part 12 of The Limited Liability Partnerships (Accounts and Audit) (Applications of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the LLP's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the LLP and the LLP's members for our audit work, for this report, or for the opinions we have formed.

BLICK ROTHENBERG AUDIT LLP

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BLICK ROTHENBERG AUDIT LLP (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021


David Hanby (Senior Statutory Auditor)
For and on behalf of Langard Lifford Hall Limited (Statutory Auditor)
Lifford Lane
Kings Norton
Birmingham
B30 3JN

Date: 31 March 2022

BLICK ROTHENBERG AUDIT LLP

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 JUNE 2021

		2021 £	2020 £
Turnover	4	16,501,329	14,421,952
Gross profit		16,501,329	14,421,952
Administrative expenses		(16,401,329)	(14,321,952)
Operating profit	5	100,000	100,000
Profit for the year before members' remuneration and profit shares available for discretionary division among members		100,000	100,000
Profit for the year before members' remuneration and profit shares		100,000	100,000
Profit for the financial year available for discretionary division among members		100,000	100,000

All the activities of the LLP are from continuing operations.

There are no items of other comprehensive income for either the year or the prior year other than the profit for the year. Accordingly no statement of other comprehensive income has been presented.

BLICK ROTHENBERG AUDIT LLP

BALANCE SHEET


AS AT 30 JUNE 2021

	Note	2021 £	Restated 2020 £
Current assets			
Debtors: amounts falling due within one year	8	9,812,515	8,798,594
Cash at bank and in hand	9	112,352	1,061,756
		<u>9,924,867</u>	<u>9,860,350</u>
Creditors: amounts falling due within one year	10	(3,117,916)	(3,153,399)
Net current assets		<u>6,806,951</u>	<u>6,706,951</u>
Total assets less current liabilities		<u>6,806,951</u>	<u>6,706,951</u>
Net assets		<u><u>6,806,951</u></u>	<u><u>6,706,951</u></u>

BLICK ROTHENBERG AUDIT LLP**BALANCE SHEET (CONTINUED)
AS AT 30 JUNE 2021**

	Note	2021 £	Restated 2020 £
Represented by:			
Loans and other debts due to members within one year			
Other amounts	12	366,656	266,656
		<u>366,656</u>	<u>266,656</u>
Members' other interests			
Members' capital classified as equity		6,340,295	6,340,295
Other reserves classified as equity		100,000	100,000
		<u>6,440,295</u>	<u>6,440,295</u>
		<u><u>6,806,951</u></u>	<u><u>6,706,951</u></u>
Total members' interests			
Loans and other debts due to members	12	366,656	266,656
Members' other interests		<u>6,440,295</u>	<u>6,440,295</u>
		<u><u>6,806,951</u></u>	<u><u>6,706,951</u></u>

The financial statements were approved and authorised for issue by the members and were signed on their behalf by:



Milan Pandya

Director of Blick Rothenberg Holdco Limited
Designated Member

Date: 31 March 2022

The notes on pages 13 to 20 form part of these financial statements.

BLICK ROTHENBERG AUDIT LLP

RECONCILIATION OF MEMBERS' INTERESTS FOR THE YEAR ENDED 30 JUNE 2021

	EQUITY Members' other interests			DEBT Loans and other interests debts due to members less any amounts due from members in debtors	Total members' interests
	Members' capital £	Other reserves £	Total equity £	Other amounts £	Total £
Amounts due to members				166,656	
Balance at 1 July 2019	6,340,295	100,000	6,440,295	166,656	6,606,951
Members' remuneration charged as an expense	-	-	-	100,000	100,000
Profit for the year available for discretionary division among members	-	100,000	100,000	-	100,000
Members' interests after profit for the year	6,340,295	200,000	6,540,295	266,656	6,806,951
Allocated profit for the period	-	(100,000)	(100,000)	-	(100,000)
Amounts due to members				266,656	
Balance at 30 June 2020	6,340,295	100,000	6,440,295	266,656	6,706,951
Members' remuneration charged as an expense	-	-	-	100,000	100,000
Profit for the year available for discretionary division among members	-	100,000	100,000	-	100,000
Members' interests after profit for the year	6,340,295	200,000	6,540,295	366,656	6,906,951
Allocated profit for the period	-	(100,000)	(100,000)	-	(100,000)
Amounts due to members				366,656	
Balance at 30 June 2021	6,340,295	100,000	6,440,295	366,656	6,806,951

The members of the LLP may not reduce the amount of Members' other interests while the LLP is continuing without the prior written consent of Blick Rothenberg Holdco Limited.

BLICK ROTHENBERG AUDIT LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

1. General information

Blick Rothenberg Audit LLP is a limited liability partnership registered and incorporated in England and Wales. Its registered office is 16 Great Queen Street, Covent Garden, London WC2B 5AH.

The financial statements are prepared in Sterling (£).

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006 and the requirements of the Statement of Recommended Practice "Accounting by Limited Liability Partnerships".

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the LLP's accounting policies (see note 3).

The LLP was, at the end of the period, a wholly-owned subsidiary of Blick Rothenberg Holdco Limited whose registered address is 22 Grenville Street, St Helier, Jersey, JE4 8PX.

The LLP has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102:

- Section 3 Financial Statement Presentation paragraph 3.17(d) (inclusion of statement of cash flows);
- Section 7 Statement of Cash Flows (inclusion of statement of cash flows);
- Section 11 Financial Instruments paragraph 11.39 to 11.48A (disclosure relating to financial instruments);
- Section 33 Related Party Disclosures paragraph 33.7 (disclosures of key management personnel compensation).

The LLP is included in the consolidated financial statements of Blick Rothenberg Holdco Limited for the year ended 30 June 2021 and these financial statements may be obtained from Companies House, Crown Way, Cardiff, CF 14 3UZ.

The following principal accounting policies have been applied:

BLICK ROTHENBERG AUDIT LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

2. Accounting policies (continued)

2.2 Going concern

The financial statements have been prepared on a going concern basis which the Members consider to be appropriate.

In assessing the going concern position of the LLP for the year ended 30 June 2021, the Members have considered the LLP's cash flows, liquidity and business activities over the period to 30 June 2023.

In making their assessment, the Members have considered the potential impact of Covid-19 on the cash flows and liquidity of the LLP, as well as the steps taken to preserve cash within the business.

The LLP has a broad and diversified client base including corporate and individual clients, with no concentration of risk in any one particular sector and historically low client churn. The Members consider that the LLP is well positioned for growth despite the challenging current economic environment. As a result of this, and measures taken to preserve cash, the base case scenario applied by the Members in their assessment of going concern shows that the LLP will have adequate resources to continue in operational existence for the next 12 months.

For these reasons, the Members continue to believe that it is appropriate to continue to adopt a going concern basis for the preparation of the financial statements.

2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the LLP and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the LLP will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.4 Unbilled receivables and work in progress

Work in progress ("WIP") is worked performed, and not yet billed. The carrying value includes outlays incurred on behalf of clients and an appropriate portion of directly attributable costs and overheads on incomplete assignments. Revenue not billed to clients is included in amounts recoverable on contracts, within trade and other receivables. Payments on account in excess of the relevant amount of revenue are included in excess payments received on account within trade and other payables.

2.5 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

BLICK ROTHENBERG AUDIT LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

2. Accounting policies (continued)

2.6 Financial instruments

The LLP has elected to apply Sections 11 and 12 of FRS 102 in respect of financial instruments:

Financial assets and financial liabilities are recognised when the LLP becomes party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities.

The LLP's policies for its major classes of financial assets and financial liabilities are set out below.

Financial assets

Basic financial assets, including trade and other debtors, cash and bank balances and balances with fellow group entities are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest for a similar debt instrument. Financing transactions are those in which payment is deferred beyond normal business terms or is financed at a rate of interest that is not a market rate.

Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

Financial liabilities

Basic financial liabilities, including trade and other creditors and balances with fellow group companies are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Financing transactions are those in which payment is deferred beyond normal business terms or is financed at a rate of interest that is not a market rate.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Impairment of financial assets

Financial assets measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the profit and loss account.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between the asset's carrying amount and the best estimate of the amount the group would receive for the asset if it were to be sold at the reporting date.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If the financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

BLICK ROTHENBERG AUDIT LLP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

2. Accounting policies (continued)

2.6 Financial instruments (continued)

Derecognition of financial assets and financial liabilities

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of the ownership of the asset are transferred to another party or (c) despite having retained some significant risks and rewards of ownership, control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

Offsetting of financial assets and financial liabilities

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.7 Members' participation rights

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of amounts subscribed or otherwise contributed, remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with FRS 102. A member's participation right results in a liability unless the right to any payment is discretionary on the part of the LLP.

Amounts subscribed or otherwise contributed by members, for example members' capital, are classed as equity if the LLP has an unconditional right to refuse payment to members. If the LLP does not have such an unconditional right, such amounts are classified as liabilities.

Where profits are automatically divided as they arise, so the LLP does not have an unconditional right to refuse payment, the amounts arising that are due to members are in the nature of liabilities. They are therefore treated as an expense in the profit and loss account in the relevant year. To the extent that they remain unpaid at the period end, they are shown as liabilities in the balance sheet.

Conversely, where profits are divided only after a decision by the LLP or its representative, so that the LLP has an unconditional right to refuse payment, such profits are classed as an appropriation of equity rather than as an expense. They are therefore shown as a residual amount available for discretionary division among members in the profit and loss account and are equity appropriations in the balance sheet.

Other amounts applied to members, for example remuneration paid under an employment contract and interest on capital balances, are treated in the same way as all other divisions of profits, as described above, according to whether the LLP has, in each case, an unconditional right to refuse payment.

All amounts due to members that are classified as liabilities are presented in the balance sheet within 'Loans and other debts due to members' and are charged to the profit and loss account within 'Members' remuneration charged as an expense'. Amounts due to members that are classified as equity are shown in the balance sheet within 'Members' other interests'.

BLICK ROTHENBERG AUDIT LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

2. Accounting policies (continued)

2.8 Foreign currency translation

Functional and presentation currency

The LLP's functional and presentational currency is Sterling (£).

Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the profit and loss account.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in the profit and loss account within 'interest receivable and similar income or interest payable and similar expenses'. All other foreign exchange gains and losses are presented in the profit and loss account within 'administrative expenses'.

2.9 Operating leases: the LLP as lessor

Rental income from operating leases is credited to profit or loss on a straight line basis over the lease term.

Amounts paid and payable as an incentive to sign an operating lease are recognised as a reduction to income over the lease term on a straight line basis, unless another systematic basis is representative of the time pattern over which the lessor's benefit from the leased asset is diminished.

2.10 Operating leases: the LLP as lessee

Rentals paid under operating leases are charged to profit or loss on a straight-line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight-line basis over the lease term, unless another systematic basis is representative of the time pattern of the lessee's benefit from the use of the leased asset.

2.11 Taxation

Tax to be paid on the profits arising in the LLP is a personal tax liability of the members of the LLP and therefore are not included as a tax charge or provision within these financial statements.

BLICK ROTHENBERG AUDIT LLP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

3. Judgments in applying accounting policies and key sources of estimation uncertainty

In the application of the LLP's accounting policies, which are described in note 2.1, the following judgements and key estimates have been made by the members:

Revenue

Amounts are accrued and recognised as income when there is a right to consideration and the outcome can be estimated reliably. In the financial statements, the assessment of income to be accrued is performed by the partners responsible for each engagement on a client by client basis. In performing this assessment judgement is applied relating to the stage of completion and the recoverability of accrued income. These judgements affect the value of accrued income reported in the financial statements.

4. Turnover

Turnover is attributable to the LLP's principal activity.

Analysis of turnover by country of destination:

	2021 £	2020 £
United Kingdom	15,990,379	13,634,241
Rest of Europe	104,769	131,835
Rest of the world	406,182	655,876
	<u>16,501,330</u>	<u>14,421,952</u>

5. Operating profit

The operating profit is stated after charging:

	2021 £	2020 £
Exchange differences	<u>20</u>	<u>-</u>

6. Auditor's remuneration

The LLP has taken advantage of the exemption not to disclose amounts paid for audit services as these are disclosed in the group accounts of the parent company.

7. Employees

The LLP have no employees other than the members, who did not receive any remuneration. Accordingly, no key management personnel were remunerated.

The average monthly number of employees, including members, during the year was 0 (2020 - 0).

BLICK ROTHENBERG AUDIT LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

8. Debtors

	2021 £	Restated 2020 £
Trade debtors	5,079,281	3,274,731
Amounts owed by group undertakings	2,048,404	3,687,364
Other debtors	115,142	114,499
Work in progress	2,569,688	1,722,000
	<u>9,812,515</u>	<u>8,798,594</u>

9. Cash and cash equivalents

	2021 £	Restated 2020 £
Cash at bank and in hand	112,352	1,061,756
	<u>112,352</u>	<u>1,061,756</u>

10. Creditors: amounts falling due within one year

	2021 £	Restated 2020 £
Trade creditors	936,885	524,680
Amounts owed to associated group undertakings	-	850,938
Other creditors	-	12,065
Accruals and deferred income	2,181,031	1,765,716
	<u>3,117,916</u>	<u>3,153,399</u>

11. Prior year adjustment

The following adjustments to comparative figures have been made to correct the classification of amounts included within the following headings:

	2020 £
Amounts due by group undertakings	(950,631)
Other debtors	114,499
Other taxation and social security	136,132
Cash at bank and in hand	700,000

BLICK ROTHENBERG AUDIT LLP

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

12. Loans and other debts due to members

	2021 £	2020 £
Other amounts due to members	366,656	266,656
	<u>366,656</u>	<u>266,656</u>

Loans and other debts due to members may be further analysed as follows:

	2021 £	2020 £
Falling due within one year	366,656	266,656
	<u>366,656</u>	<u>266,656</u>

Loans and other debts due to members rank equally with debts due to ordinary creditors in the event of a winding up.

13. Commitments under operating leases

At 30 June 2021 the LLP had future minimum lease payments due under non-cancellable operating leases for each of the following periods:

	2021 £	2020 £
Not later than 1 year	1,234,817	1,234,737
Later than 1 year and not later than 5 years	243,580	1,478,302
	<u>1,478,397</u>	<u>2,713,039</u>

14. Related party transactions

The LLP has taken advantage of the exemption contained in FRS 102 section 33 "Related Party Disclosures" from disclosing transactions with entities which are a wholly owned part of the group.

During the year, costs of £14,625,393 (2020: £11,569,860) were recharged to an associated group entity and at the year-end £2,048,404 (2020: £3,687,364) was owed by Blick Rothenberg Limited, which is unsecured, bears no interest and is repayable on demand.

15. Controlling party

The immediate parent company is Blick Rothenberg Holdco Limited, a company registered in England. Consolidated financial statements are drawn up and available from Companies House, Crown Way, Cardiff, CF14 3U.

The ultimate controlling party is Milan Pandya.